

**SENATE CS FOR CS FOR HOUSE JOINT RESOLUTION NO. 12(RES)**

**IN THE LEGISLATURE OF THE STATE OF ALASKA**

**THIRTY-SECOND LEGISLATURE - FIRST SESSION**

**BY THE SENATE RESOURCES COMMITTEE**

**Offered: 3/26/21**

**Referred: Rules**

**Sponsor(s): REPRESENTATIVES RAUSCHER, Patkotak, McKay, McCabe, Cronk, Shaw, Johnson, Thompson, Nelson, Carpenter, Merrick, Gillham, Rasmussen, Tilton, Vance, Prax, Kaufman, McCarty, Kurka, LeBon, Eastman, Josephson, Schrage, Tuck**

**SENATORS Revak, Costello, Hughes, Reinbold, Bishop, Holland, Stedman, Micciche**

**A RESOLUTION**

1 **Urging the United States Department of the Interior, Bureau of Land Management, to**  
2 **honor the recent lease sales and proceed with permitting in the Arctic National Wildlife**  
3 **Refuge; urging the President of the United States to defend the 2020 Record of Decision**  
4 **approving the Coastal Plain Oil and Gas Leasing Program in the Arctic National**  
5 **Wildlife Refuge; opposing designation of the Arctic National Wildlife Refuge as a**  
6 **National Monument; and urging the Alaska delegation in Congress to uphold sec. 20001**  
7 **of the Tax Cuts and Jobs Act of 2017.**

8 **BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

9 **WHEREAS**, in 16 U.S.C. 3143 (sec. 1003 of the Alaska National Interest Lands  
10 Conservation Act), the United States Congress reserved the right to permit oil and gas  
11 development and production in the coastal plain of the Arctic National Wildlife Refuge; and

12 **WHEREAS**, in 16 U.S.C. 3142 (sec. 1002 of the Alaska National Interest Lands  
13 Conservation Act), the United States Congress authorized nondrilling exploratory activity in  
14 the coastal plain of the Arctic National Wildlife Refuge; and

1       **WHEREAS** sec. 20001 of the Tax Cuts and Jobs Act of 2017 (P.L. 115-97) requires  
2 the United States Secretary of the Interior to establish and administer a competitive oil and  
3 gas program for the leasing, development, and production of oil and gas in and the  
4 transportation of oil and gas from the coastal plain of the Arctic National Wildlife Refuge;  
5 and

6       **WHEREAS** sec. 20001 of the Tax Cuts and Jobs Act of 2017 (P.L. 115-97) requires  
7 that at least two lease sales be held by December 22, 2024, and that each sale offer for lease at  
8 least 400,000 acres of land with the highest hydrocarbon potential in the coastal plain of the  
9 Arctic National Wildlife Refuge, allowing for up to 2,000 acres of federal land, equivalent to  
10 .01 percent of the 19,000,000-acre refuge, to be covered by production and support facilities;  
11 and

12       **WHEREAS** the 1,500,000-acre 1002 study area of the coastal plain of the Arctic  
13 National Wildlife Refuge makes up less than eight percent of the 19,000,000-acre refuge, and  
14 development of the oil and gas reserves in the coastal plain of the refuge would affect a  
15 limited area, as defined by the United States Congress; and

16       **WHEREAS** 8,900,000 acres of the 19,000,000-acre Arctic National Wildlife Refuge  
17 have already been set aside as wilderness; and

18       **WHEREAS** the coastal plain of the Arctic National Wildlife Refuge contains an  
19 estimated 7,687,000,000 barrels of recoverable oil and 7,000,000,000,000 cubic feet of  
20 natural gas; and

21       **WHEREAS** the exploration, development, and production of oil and gas in the coastal  
22 plain of the Arctic National Wildlife Refuge is predicted to generate 1,430 direct jobs and  
23 6,350 indirect jobs annually and 2,480 direct jobs and 10,100 indirect jobs at peak  
24 employment; and

25       **WHEREAS** the 1002 study area is part of the coastal plain of the Arctic National  
26 Wildlife Refuge located within the North Slope Borough, and many of the residents of the  
27 North Slope Borough, who are predominantly Inupiat, are supportive of development in the  
28 1002 study area; and

29       **WHEREAS** oil and gas exploration and development in the coastal plain of the Arctic  
30 National Wildlife Refuge and adjacent land could result in major discoveries that would  
31 reduce our nation's dependency on oil produced by hostile foreign nations, help balance the

1 nation's trade deficit, and significantly increase the nation's security; and

2 **WHEREAS** additional natural gas production from the North Slope of Alaska,  
3 including the significant gas reserves expected to be found in the Arctic National Wildlife  
4 Refuge, would enhance the energy independence of the state and the nation in the future; and

5 **WHEREAS** natural gas production from the North Slope of Alaska would enhance  
6 the economic viability of the proposed liquefied natural gas project; and

7 **WHEREAS** development of oil at Prudhoe Bay, Kuparuk, Endicott, Lisburne, and  
8 Milne Point has resulted in the creation of thousands of jobs throughout the United States, and  
9 projected job creation as a result of oil development in the coastal plain of the Arctic National  
10 Wildlife Refuge would have a positive effect in all 50 states; and

11 **WHEREAS** support for development of the coastal plain of the Arctic National  
12 Wildlife Refuge by many state residents is predicated on the maximum employment of the in-  
13 state workforce during all phases of development and operation; and

14 **WHEREAS**, at Prudhoe Bay and other locations along the coastal plain of the Arctic  
15 National Wildlife Refuge, the oil industry has demonstrated that it can conduct oil and gas  
16 activity without adversely affecting the environment or wildlife populations; and

17 **WHEREAS** the state will continue to strive to ensure the ongoing health and  
18 productivity of the Porcupine and Central Arctic caribou herds and the protection of land,  
19 water, and wildlife resources during the exploration and development of the coastal plain of  
20 the Arctic National Wildlife Refuge; and

21 **WHEREAS** the Bureau of Land Management's 2020 Coastal Plain Oil and Gas  
22 Leasing Program Record of Decision was developed after extensive outreach and consultation  
23 with residents of local communities, including residents of Kaktovik, the only Alaska Native  
24 community in the Coastal Plain; and

25 **WHEREAS** the Alaska Native community of Kaktovik received ownership of 92,000  
26 acres of private land within the Coastal Plain as settlement of their aboriginal land claims  
27 under the Alaska Native Claims Settlement Act of 1971 (ANCSA); and

28 **WHEREAS** the United States Congress intended the shareholders of ANCSA  
29 corporations, rather than the federal government, to have direct control over the development  
30 of the corporations' land and resources for the long-term economic benefit of the Alaska  
31 Native shareholders; and

1       **WHEREAS** the residents of Kaktovik recognized in ANCSA have been unable to  
2 develop their land in the Coastal Plain because of restrictions in the Alaska National Interest  
3 Lands Conservation Act; and

4       **WHEREAS** the North Slope Borough, representing the residents of the North Slope,  
5 including the Alaska Native residents of the Coastal Plain and the larger North Slope area,  
6 fully participated in the public process conducted by the Bureau of Land Management in the  
7 course of developing the 2020 Coastal Plain Oil and Gas Leasing Program Record of  
8 Decision and supports the decision; and

9       **WHEREAS** the oil and gas industry has developed directional drilling technology that  
10 would allow horizontal drilling within the Arctic National Wildlife Refuge, responsibly  
11 minimizing the impact area of development and offering a possibility of using directional  
12 drilling to access oil from outside of the boundaries of the 1002 study area; and

13       **WHEREAS** the oil and gas industry is using innovative technology and  
14 environmental practices in new oilfield developments, and those techniques are directly  
15 applicable to operating on the coastal plain of the Arctic National Wildlife Refuge and would  
16 further enhance the already high standards for environmental protection in the industry; and

17       **WHEREAS** the economic prosperity of the state depends on the availability of  
18 reliable and affordable energy; and

19       **WHEREAS** the state promotes the development of renewable and alternative energy  
20 resources; and

21       **WHEREAS** the Alaska State Legislature has previously encouraged the use of  
22 revenue from development in the Arctic National Wildlife Refuge for the development of  
23 renewable and alternative energy resources in the state; and

24       **WHEREAS** the legislative findings and intent in sec. 1, ch. 10, SLA 2015, which  
25 declares the Arctic policy of the state, states that "the continuing development of the state's  
26 natural resources in an environmentally and socially responsible manner is essential to the  
27 development of the state's economy and to the well-being of the residents of the state"; and

28       **WHEREAS** the Arctic policy of the state, codified as AS 44.99.105, states "It is the  
29 policy of the state, as it relates to the Arctic, to uphold the state's commitment to economically  
30 vibrant communities sustained by development activities consistent with the state's  
31 responsibility for a healthy environment"; and

1       **WHEREAS** oil and gas development in the coastal plain of the Arctic National  
 2 Wildlife Refuge has the potential to extend the life of the Trans Alaska Pipeline System and  
 3 increase throughput, which has declined significantly since the peak of 2,033,000 average  
 4 barrels of oil a day in 1988; and

5       **WHEREAS** the decline in oil prices and in Trans Alaska Pipeline System throughput  
 6 has significantly reduced the revenue available to fund state government, depleted state  
 7 savings reserves, and increased pressure on lawmakers to reduce permanent fund dividend  
 8 payments to fund constitutionally mandated government services; and

9       **WHEREAS** development of oil and gas resources directly supports access to essential  
 10 public services and enables local economic and community development projects in rural and  
 11 underserved communities across the state;

12       **BE IT RESOLVED** that the Alaska State Legislature urges the United States  
 13 Department of the Interior, Bureau of Land Management, to honor the recent lease sales in the  
 14 Arctic National Wildlife Refuge; and be it

15       **FURTHER RESOLVED** that the Alaska State Legislature requests that the United  
 16 States Department of the Interior, Bureau of Land Management, in considering the  
 17 adjudication of the exploration and development permitting process, take into account the  
 18 long history of safe and responsible oil and gas development on the North Slope of Alaska,  
 19 the enormous benefits development of oil and gas resources in the coastal plain of the Arctic  
 20 National Wildlife Refuge would bring to the state and the nation, the advances in oilfield  
 21 technology that continue to shrink the impact area of oil and gas activities, and the support of  
 22 residents from the North Slope Borough and across the North Slope of Alaska for oil and gas  
 23 development in a portion of the coastal plain; and be it

24       **FURTHER RESOLVED** that the Alaska State Legislature requests that President  
 25 Biden's administration defend, in the public sphere and in court, the 2020 Record of Decision  
 26 issued by the Bureau of Land Management that approves the Coastal Plain Oil and Gas  
 27 Leasing Program in the Arctic National Wildlife Refuge; and be it

28       **FURTHER RESOLVED** that the Alaska State Legislature requests that President  
 29 Biden and the Department of the Interior move forward with the permitting process in good  
 30 faith with leaseholders in the Arctic National Wildlife Refuge; and be it

31       **FURTHER RESOLVED** that the Alaska State Legislature urges President Biden to

1 immediately rescind the provisions of Executive Order 13990, pertaining to the Arctic  
 2 National Wildlife Refuge, to faithfully implement the law and the final agency actions of the  
 3 Department of the Interior and the Bureau of Land Management, and to respectfully listen to  
 4 the state, the North Slope Borough, and the residents of the Alaska Native communities of the  
 5 North Slope, including Kaktovik, before taking actions that affect those residents; and be it

6 **FURTHER RESOLVED** that the Alaska State Legislature urges President Biden to  
 7 take an approach of consultation and engagement on all decisions affecting the state, local  
 8 communities, Alaska Native tribes and entities, and individual residents; and be it

9 **FURTHER RESOLVED** that the Alaska State Legislature opposes the designation of  
 10 the Arctic National Wildlife Refuge as a National Monument by employing the Antiquities  
 11 Act; and be it

12 **FURTHER RESOLVED** that the Alaska State Legislature requests that the Alaska  
 13 delegation in Congress work to defeat any effort to alter or repeal sec. 20001 of the Tax Cuts  
 14 and Jobs Act of 2017 (P.L. 115-97) if the result would adversely affect oil and gas  
 15 development efforts in the Arctic National Wildlife Refuge.

16 **COPIES** of this resolution shall be sent to the Honorable Joseph R. Biden, President  
 17 of the United States; the Honorable Kamala D. Harris, Vice President of the United States and  
 18 President of the U.S. Senate; the Honorable Deb Haaland, United States Secretary of the  
 19 Interior; the Deputy Director for Policy and Programs, Bureau of Land Management, U.S.  
 20 Department of the Interior; the Coastal Plain Project Manager, Bureau of Land Management  
 21 Alaska State Office, U.S. Department of the Interior; and the Honorable Lisa Murkowski and  
 22 the Honorable Dan Sullivan, U.S. Senators, and the Honorable Don Young, U.S.  
 23 Representative, members of the Alaska delegation in Congress.